

PROPOSAL TO ADJUST SERVICE FEES

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Increased Solid Waste Disposal and Recycling Processing Costs

- Increased fees for recycling processing, and solid waste disposal, combined with increased tonnages have resulted in increased disposal and processing costs from 2017 through 2022

Solid Waste and Recycling Tonnages

	2018	2019	2020	2021	2022
Solid Waste	6,771.20	7,194.86	8,060.86	8,260.53	7,917.53
Recycling	3,414.68	3,154.71	3,881.76	3,629.73	2,593.81

Solid Waste Disposal and Recycling Processing Costs

	2018	2019	2020	2021	2022
Solid Waste (\$43.87/ton)	\$282,167	\$225,903	\$342,722	\$360,471	\$281,024
Recycling (\$27.19/ton)	N/A	\$54,960	\$97,281	\$93,603	\$56,121

Areas of Increased Operational Costs

- Increased operational costs associated with general supply cost increases, fuel cost increases, vehicle maintenance cost increases, and utility cost increases have been ongoing and absorbed on an annual basis.

Increased Operational Costs

Cost per Category	2017	2022
Fuel	\$68,473.89	\$195,053.83
Motor Repair	\$172,551.00	\$359,640.00
Utilities/Operational Expenses	\$18,715.26	\$44,809.10
	\$259,740.15	\$599,502.93

Impacts of Increased Costs

- Not keeping up with needed investment on capital asset replacement for trucks.
 - Instead of one truck purchased for replacement each year, we have only been able to purchase one every other year
- Given the heavy duty use, Sanitation trucks should be on a 7 year replacement cycle and we're currently at a 10-12 year cycle, which will only exacerbate maintenance costs over time.

Successes from Sanitation Modernization

- Resident satisfaction with garbage collection has increased as shown in the results of the community from 2017 to 2021
 - 2017 - 78% overall satisfaction
 - 2019 - 84% overall satisfaction
 - 2021 - 83% overall satisfaction
- Diversion rates have increased over this time period as well
 - 2017 - 32%
 - 2022 - 35%

Successes from Sanitation Modernization

- Worker's compensation and serious injury rates have been significantly reduced.
- From an annual high point of nearly \$170,000 of total workers compensation costs in 2016 to a low point of \$10,655 in annual costs in 2021, the new system is proving to reduce injuries.

Proposal to Adjust Service Fees

- Given the rising costs of operations, rates need to be adjusted simply to meet operational costs, and to properly invest in capital replacement
- After the 2023 budget hearings, the administration heard from several council members that were interested in exploring a reduction of the amount of general fund support to Sanitation.

Annual Amounts of General Fund Support for Sanitation Division

	2018	2019	2020	2021	2022
General Fund Support Amount	\$919,786.41	\$985,625.08	\$1,009,620.10	\$978,492.12	\$1,107,486.09

Proposal to Adjust Service Fees - Models

	35 Gallon %↑	64 Gallon %↑	96 Gallon %↑
Current Rates	\$6.51	\$11.61	\$18.52
No GF Support Reduction	\$8.15-\$9.78 25%	\$16.06 - \$19.72 38%	\$28.79 - \$34.55 55%
25% GF Support Reduction	\$9.23 - \$11.08 42%	\$18.24 - \$21.89 57%	\$32.48 - \$38.98 75%
50% GF Support Reduction	\$10.31 - \$12.37 58%	\$20.42 - \$24.50 76%	\$36.19 - \$43.43 95%
75% GF Support Reduction	\$11.39 - \$13.67 75%	\$22.59 - \$27.11 95%	\$39.90 - \$47.88 115%
100% GF Support Reduction	\$12.47 - \$14.96 92%	\$24.77 - \$29.72 113%	\$43.61 - \$52.33 135%

Proposal to Adjust Other Service Fees

Additional Weekly Pickups	35 Gallon	64 Gallon	96 Gallon
Current	\$1.89	\$3.38	\$5.38
Proposed	\$3.78	\$6.76	\$10.76

Item Collected	Large Items	Appliances
Current Rate	\$10	\$10
Proposed	\$25	\$35

THANK YOU.

Questions?